



3014 (02-09-04)

ANNUAL REPORT

OF

Name: BLACK EARTH WATER UTILITY

Principal Office: 1210 MILLS STREET
P.O. BOX 347
BLACK EARTH, WI 53515

For the Year Ended: DECEMBER 31, 2003

**WATER, ELECTRIC, OR JOINT UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN**P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: BLACK EARTH WATER UTILITY

Utility Address: 1210 MILLS STREET
P.O. BOX 347
BLACK EARTH, WI 53515

When was utility organized? 1/1/1914

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MS TINA BUTTERIS
Title: CLERK / TREASURER

Office Address:
1210 MILLS STREET
P.O. BOX 347
BLACK EARTH, WI 53515

Telephone: (608) 767 - 2563
Fax Number: (608) 767 - 2064

E-mail Address: tinabutteris@charter.net

Individual or firm, if other than utility employee, preparing this report:

Name: KEVIN KRYSINSKI
Title: PARTNER

Office Address: JOHNSON BLOCK AND COMPANY, INC.
6314 ODANA ROAD
MADISON, WI 53719

Telephone: (608) 274 - 2002
Fax Number: (608) 274 - 4320

E-mail Address: kevink1@johnsonblock.com

President, chairman, or head of utility commission/board or committee:

Name: MS. JEANNE POAST
Title: PRESIDENT

Office Address:
1210 MILLS STREET
P.O. BOX 347
BLACK EARTH, WI 53515

Telephone: (608) 767 - 2563
Fax Number: (608) 767 - 2064

E-mail Address:

Are records of utility audited by individuals or firms, other than utility employee? YES

IDENTIFICATION AND OWNERSHIP

Individual or firm, if other than utility employee, auditing utility records:

Name: KEVIN KRYSINSKI

Title: PARTNER

Office Address: JOHNSON BLOCK AND COMPANY, INC
6314 ODANA ROAD
MADISON, WI 53719

Telephone: (608) 274 - 2002

Fax Number: (608) 274 - 4320

E-mail Address:

Date of most recent audit report: 3/10/2004

Period covered by most recent audit: 1/1/2003-12/31/2003

Names and titles of utility management including manager or superintendent:

Name: MR. JOHN MURPHY

Title: DIRECTOR OF PUBLIC WORKS

Office Address:
1210 MILLS STREET
P.O. BOX 347
BLACK EARTH, WI 53515

Telephone: (608) 767 - 2563

Fax Number: (608) 767 - 2064

E-mail Address:

Name of utility commission/committee: PUBLIC WORKS COMMITTEE

Names of members of utility commission/committee:

- MR SHAWN PAGE
 - MS JEANNE POAST
 - MR OSCAR WENDT
-

Is sewer service rendered by the utility? NO

If "yes," has the municipality, by ordinance, combined the water and sewer service into a single public utility, as provided by Wis. Stat. § 66.0819 of the Wisconsin Statutes? NO

Date of Ordinance:

Are any of the utility administrative or operational functions under contract or agreement with an outside provider for the year covered by this annual report and/or current year (i.e., operation of water or sewer treatment plant)? NO

Provide the following information regarding the provider(s) of contract services:

IDENTIFICATION AND OWNERSHIP

Firm Name:

Contact Person:

Title:

Telephone:

Fax Number:

E-mail Address:

Contract/Agreement beginning-ending dates:

Provide a brief description of the nature of Contract Operations being provided:

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	109,061	111,732	1
Operating Expenses:			
Operation and Maintenance Expense (401-402)	109,486	78,894	2
Depreciation Expense (403)	13,464	16,401	3
Amortization Expense (404-407)	0	0	4
Taxes (408)	14,988	14,542	5
Total Operating Expenses	137,938	109,837	
Net Operating Income	(28,877)	1,895	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	(28,877)	1,895	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	7
Income from Nonutility Operations (417)	0	0	8
Nonoperating Rental Income (418)	0	0	9
Interest and Dividend Income (419)	464	803	10
Miscellaneous Nonoperating Income (421)	900	0	11
Total Other Income	1,364	803	
Total Income	(27,513)	2,698	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	0	0	12
Other Income Deductions (426)	2,963	0	13
Total Miscellaneous Income Deductions	2,963	0	
Income Before Interest Charges	(30,476)	2,698	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	2,301	0	14
Amortization of Debt Discount and Expense (428)	0		15
Amortization of Premium on Debt--Cr. (429)	0		16
Interest on Debt to Municipality (430)	0	0	17
Other Interest Expense (431)	375	0	18
Interest Charged to Construction--Cr. (432)	0		19
Total Interest Charges	2,676	0	
Net Income	(33,152)	2,698	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	264,399	265,213	20
Balance Transferred from Income (433)	(33,152)	2,698	21
Miscellaneous Credits to Surplus (434)	101,776	0	22
Miscellaneous Debits to Surplus--Debit (435)	0	3,512	23
Appropriations of Surplus--Debit (436)	0	0	24
Appropriations of Income to Municipal Funds--Debit (439)	0	0	25
Total Unappropriated Earned Surplus End of Year (216)	333,023	264,399	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
 2. Nonregulated sewer income should be reported as Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	109,061		109,061	1
Total (Acct. 400):	109,061	0	109,061	
Operation and Maintenance Expense (401-402):				
Derived	109,486		109,486	2
Total (Acct. 401-402):	109,486	0	109,486	
Depreciation Expense (403):				
Derived	13,464		13,464	3
Total (Acct. 403):	13,464	0	13,464	
Amortization Expense (404-407):				
Derived	0		0	4
Total (Acct. 404-407):	0	0	0	
Taxes (408):				
Derived	14,988		14,988	5
Total (Acct. 408):	14,988	0	14,988	
Revenues from Utility Plant Leased to Others (412):				
NONE	0		0	6
Total (Acct. 412):	0	0	0	
Expenses of Utility Plant Leased to Others (413):				
NONE	0		0	7
Total (Acct. 413):	0	0	0	
TOTAL UTILITY OPERATING INCOME:	(28,877)	0	(28,877)	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		0	8
Total (Acct. 415-416):	0	0	0	
Income from Nonutility Operations (417):				
NONE	0		0	9
Total (Acct. 417):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	10
Total (Acct. 418):	0	0	0	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
 2. Nonregulated sewer income should be reported as Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Interest and Dividend Income (419):			
INTEREST ON INVESTMENTS	464	0	464 11
Total (Acct. 419):	464	0	464
Miscellaneous Nonoperating Income (421):			
Contributed Plant - Water	██████████	900	900 12
NONE	0	0	0 13
Total (Acct. 421):	0	900	900
TOTAL OTHER INCOME:	464	900	1,364
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
NONE	0	0	0 14
Total (Acct. 425):	0	0	0
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	██████████	2,963	2,963 15
NONE	0	0	0 16
Total (Acct. 426):	0	2,963	2,963
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	0	2,963	2,963
INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	2,301	██████████	2,301 17
Total (Acct. 427):	2,301	0	2,301
Amortization of Debt Discount and Expense (428):			
NONE	0	██████████	0 18
Total (Acct. 428):	0	0	0
Amortization of Premium on Debt--Cr. (429):			
NONE	0	██████████	0 19
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	0	██████████	0 20
Total (Acct. 430):	0	0	0
Other Interest Expense (431):			
Derived	375	██████████	375 21
Total (Acct. 431):	375	0	375

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
 2. Nonregulated sewer income should be reported as Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Interest Charged to Construction--Cr. (432):			
NONE	0		0 22
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	2,676	0	2,676
NET INCOME:	(31,089)	(2,063)	(33,152)
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	264,399	0	264,399 23
Total (Acct. 216):	264,399	0	264,399
Balance Transferred from Income (433):			
Derived	(31,089)	(2,063)	(33,152) 24
Total (Acct. 433):	(31,089)	(2,063)	(33,152)
Miscellaneous Credits to Surplus (434):			
CIAC RECLASS 1/1/03	0	100,310	100,310 25
AUDIT ADJUSTMENTS 2003 EXPENSES REMOVED FROM	1,466	0	1,466 26
Total (Acct. 434):	1,466	100,310	101,776
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 27
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 28
Total (Acct. 436)--Debit:	0	0	0
Appropriations of Income to Municipal Funds--Debit (439):			
NONE	0	0	0 29
Total (Acct. 439)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	234,776	98,247	333,023

INCOME FROM MERCHANDISING, JOBBING & CONTRACT WORK (ACCTS. 415-416)

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)					0	1
Costs & Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):						
NONE					0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	0	0	0	0	0	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

1. Report data necessary to calculate revenue subject to Wisconsin remainder assessment pursuant to Wis. Stat. § 196.85(2) and Wis. Admin. Code Ch. PSC 5.
2. If the sewer department is not regulated by the PSC, do not report sewer department data in column (d).

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	109,061	0	0	0	109,061	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents	0	0		0	0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify: NONE					0	6
Revenues subject to Wisconsin Remainder Assessment	109,061	0	0	0	109,061	

DISTRIBUTION OF TOTAL PAYROLL

1. Amounts charged to Utility Financed and to Contributed Plant accounts should be combined and reported in plant or accumulated depreciation accounts.
2. Amount originally charged to clearing accounts as shown in column (b) should be shown as finally distributed in column (c).
3. The amount for clearing accounts in column (c) is entered as a negative for account "Clearing Accounts" and the distributions to accounts on all other lines in column (c) will be positive with the total of column (c) being zero.
4. Provide additional information in the schedule footnotes when necessary.

Accounts Charged (a)	Direct Payroll Distribution (b)	Allocation of Amounts Charged Clearing Accts. (c)	Total (d)	
Water operating expenses	31,686		31,686	1
Electric operating expenses			0	2
Gas operating expenses			0	3
Heating operating expenses			0	4
Sewer operating expenses			0	5
Merchandising and jobbing			0	6
Other nonutility expenses			0	7
Water utility plant accounts			0	8
Electric utility plant accounts			0	9
Gas utility plant accounts			0	10
Heating utility plant accounts			0	11
Sewer utility plant accounts			0	12
Accum. prov. for depreciation of water plant			0	13
Accum. prov. for depreciation of electric plant			0	14
Accum. prov. for depreciation of gas plant			0	15
Accum. prov. for depreciation of heating plant			0	16
Accum. prov. for depreciation of sewer plant			0	17
Clearing accounts			0	18
All other accounts			0	19
Total Payroll	31,686	0	31,686	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	615,214	613,138	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	354,649	261,756	2
Net Utility Plant	260,565	351,382	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	0	0	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	4
Net Nonutility Property	0	0	
Investment in Municipality (123)	16,581	16,581	5
Other Investments (124)	0	0	6
Special Funds (125)	0	0	7
Total Other Property and Investments	16,581	16,581	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	(14,825)	7,133	8
Temporary Cash Investments (132)	94,147	33,300	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	11,117	14,514	11
Other Accounts Receivable (143)	281	30	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	0	109,235	14
Materials and Supplies (150)	8,103	6,964	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	98,823	171,176	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0	0	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	48,318	57,982	20
Total Deferred Debits	48,318	57,982	
Total Assets and Other Debits	424,287	597,121	

BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
PROPRIETARY CAPITAL			
Capital Paid in by Municipality (200)	35,323	35,323	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	333,023	264,399	23
Total Proprietary Capital	368,346	299,722	
LONG-TERM DEBT			
Bonds (221)	51,930	0	24
Advances from Municipality (223)	0	0	25
Other Long-Term Debt (224)	0	0	26
Total Long-Term Debt	51,930	0	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	50,000	27
Accounts Payable (232)	3,419	3,564	28
Payables to Municipality (233)	30	18,864	29
Customer Deposits (235)			30
Taxes Accrued (236)	0	49,956	31
Interest Accrued (237)	533	0	32
Other Current and Accrued Liabilities (238)	29		33
Total Current and Accrued Liabilities	4,011	122,384	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	0	0	36
Total Deferred Credits	0	0	
OPERATING RESERVES			
Property Insurance Reserve (261)			37
Injuries and Damages Reserve (262)			38
Pensions and Benefits Reserve (263)			39
Miscellaneous Operating Reserves (265)			40
Total Operating Reserves	0	0	
CONTRIBUTIONS IN AID OF CONSTRUCTION			
Contributions in Aid of Construction (271)	0	175,015	41
Total Liabilities and Other Credits	424,287	597,121	

NET UTILITY PLANT

Report utility plant accounts and related accumulated provisions for depreciation and amortization after allocation of common plant accounts and related provisions for depreciation and amortization to utility departments as of December 31.

Particulars (a)	Water (b)	Sewer (c)	Gas (d)	Electric (e)	
First of Year:					
Total Utility Plant - First of Year	613,138	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (101.1)	439,299	0	0	0	2
Utility Plant in Service - Contributed Plant (101.2)	175,915	0	0	0	3
Utility Plant Purchased or Sold (102)					4
Utility Plant in Process of Reclassification (103)					5
Utility Plant Leased to Others (104)					6
Property Held for Future Use (105)					7
Completed Construction not Classified (106)					8
Construction Work in Progress (107)					9
Utility Plant Acquisition Adjustments (108)					10
Other Utility Plant Adjustments (109)					11
Total Utility Plant	615,214	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service - Financed by Utility Operations or by the Municipality (110.1)	276,981	0	0	0	12
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	77,668	0	0	0	13
Total Accumulated Provision	354,649	0	0	0	
Net Utility Plant	260,565	0	0	0	

**ACCUMULATED PROVISION FOR DEPRECIATION AND
AMORTIZATION OF UTILITY PLANT ON UTILITY PLANT
FINANCED BY UTILITY OPERATIONS OR BY THE MUNICIPALITY
(ACCT. 110.1)**

Depreciation Accruals (Credits) during the year (110.1):

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	261,756				261,756	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	13,464				13,464	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	1,761				1,761	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
Total credits	15,225	0	0	0	15,225	13
Debits during year						14
Book cost of plant retired	0				0	15
Cost of removal					0	16
Other debits (specify):						17
					0	18
Total debits	0	0	0	0	0	19
Balance end of year (110.1)	276,981	0	0	0	276,981	20
Composite Depreciation Rate?	No					21
If yes, what is the rate?						22

ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF UTILITY PLANT ON CONTRIBUTED PLANT IN SERVICE (ACCT. 110.2)

Depreciation Accruals (Credits) during the year (110.2):
 1. Report the amounts charged to Depreciation Expense (426).
 2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.2)					0	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	2,963				2,963	4
Accruals charged other						5
accounts (specify):						6
					0	7
Salvage					0	8
Other credits (specify):						9
Est. deprec on contrib plnt 1/1/03	74,705				74,705	10
Total credits	77,668	0	0	0	77,668	11
Debits during year						12
Book cost of plant retired	0				0	13
Cost of removal					0	14
Other debits (specify):						15
					0	16
Total debits	0	0	0	0	0	17
Balance end of year (110.2)	77,668	0	0	0	77,668	18
Composite Depreciation Rate?	No					19
If yes, what is the rate?						20

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

1. Report separately each item of property with a book cost of \$5,000 or more included in account 121.
2. Other items may be grouped by classes of property.
3. Describe in detail any investment in sewer department carried in this account.

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	0			0	1
Other (specify):					
NONE	0			0	2
Total Nonutility Property (121)	0	0	0	0	
Less accum. prov. depr. & amort. (122)	0			0	3
Net Nonutility Property	0	0	0	0	

ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS-CR. (ACCT. 144)

Particulars (a)	Amount (b)
Balance first of year	0 1
Additions:	
Provision for uncollectibles during year	2
Collection of accounts previously written off: Utility Customers	3
Collection of accounts previously written off: Others	4
Total Additions	<u>0</u>
Deductions:	
Accounts written off during the year: Utility Customers	5
Accounts written off during the year: Others	6
Total accounts written off	<u>0</u>
Balance end of year	<u><u>0</u></u>

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)
Electric Utility						
Fuel for generation					0	0 1
Other					0	0 2
Total Electric Utility					<u>0</u>	<u>0</u>

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0 1
Water utility	8,103	6,964 2
Sewer utility		0 3
Gas utility		0 4
Merchandise		0 5
Other materials & supplies		0 6
Total Materials and Supplies	<u>8,103</u>	<u>6,964</u>

**UNAMORTIZED DEBT DISCOUNT & EXPENSE & PREMIUM ON DEBT
(ACCTS. 181 AND 251)**

Report net discount and expense or premium separately for each security issue.

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
NONE				1
Total			<u>0</u>	
Unamortized premium on debt (251)				
NONE				2
Total			<u>0</u>	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D, sewer and privates) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Amount (b)	
Balance first of year	35,323	1
Changes during year (explain):		
NONE		2
Balance end of year	<u><u>35,323</u></u>	

BONDS (ACCT. 221)

1. Report hereunder information required for each separate issue of bonds.
2. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.
3. Proceeds advanced by the municipality from sale of general obligation bonds, if repayable by utility, should be included in account 223.

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)	
2003 BOND PAYABLE	03/01/2003	09/01/2017	1.30%	51,930	1
Total Bonds (Account 221):				51,930	

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

- 1. Report each class of debt included in Accounts 223, 224 and 231.
- 2. Proceeds of general obligation issues, if subject to repayment by the utility, should be included in Account 223.
- 3. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)
--	------------------------------	------------------------------------	------------------------------	---

NONE

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	49,956	1
Accruals:		
Charged water department expense	14,988	2
Charged electric department expense		3
Charged sewer department expense		4
Other (explain):		
NONE		5
Total Accruals and other credits	<u>14,988</u>	
Taxes paid during year:		
County, state and local taxes	62,525	6
Social Security taxes	2,290	7
PSC Remainder Assessment	129	8
Other (explain):		
NONE		9
Total payments and other debits	<u>64,944</u>	
Balance end of year	<u><u>0</u></u>	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
 2. Report Customer Deposits under Account 231.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
2003 GENERAL OBLIGATION BOND	0	2,301	1,768	533	1
Subtotal	0	2,301	1,768	533	
Advances from Municipality (223)					
NONE	0			0	2
Subtotal	0	0	0	0	
Other Long-Term Debt (224)					
NONE	0			0	3
Subtotal	0	0	0	0	
Notes Payable (231)					
2002 SHORT TERM LOAN	0	375	375	0	4
Subtotal	0	375	375	0	
Total	0	2,676	2,143	533	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
INVESTMENT IN SEWER	16,581	1
Total (Acct. 123):	16,581	
Other Investments (124):		
NONE		2
Total (Acct. 124):	0	
Special Funds (125):		
NONE		3
Total (Acct. 125):	0	
Notes Receivable (141):		
NONE		4
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	11,117	5
Electric		6
Sewer (Regulated)		7
Other (specify):		
NONE		8
Total (Acct. 142):	11,117	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		9
Merchandising, jobbing and contract work		10
Other (specify):		
DEU FROM TAX ROLL-DELINQUENT WATER BILL	281	11
Total (Acct. 143):	281	
Receivables from Municipality (145):		
NONE		12
Total (Acct. 145):	0	
Prepayments (165):		
NONE		13
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
NONE		14
Total (Acct. 182):	0	
Other Deferred Debits (183):		
WATER TOWER PAINTING	48,318	15
Total (Acct. 183):	48,318	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)
Payables to Municipality (233):	
DUE TO TAX ROLL	30 16
Total (Acct. 233):	30
Other Deferred Credits (253):	
NONE	17
Total (Acct. 253):	0

RETURN ON RATE BASE COMPUTATION

1. The data used in calculating rate base are averages.
2. Calculate those averages by summing the first-of-year and the end-of-year figures for each account and then dividing the sum by two.
3. Note: Do not include contributed plant in service, property held for future use, or construction work in progress with utility plant in service. These are not rate base components.

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (101.1)	438,711	0	0	0	438,711	1
Materials and Supplies	7,533	0	0	0	7,533	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (110.1)	269,368	0	0	0	269,368	4
Customer Advances for Construction					0	5
NONE					0	6
Average Net Rate Base	176,876	0	0	0	176,876	
Net Operating Income	(28,877)	0	0	0	(28,877)	7
Net Operating Income as a percent of						
Average Net Rate Base	-16.33%	N/A	N/A	N/A	-16.33%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

1. Acquisitions.

2. Leaseholder changes.

3. Extensions of service.

4. Estimated changes in revenues due to rate changes.

5. Obligations incurred or assumed, excluding commercial paper.

6. Formal proceedings with the Public Service Commission.

7. Any additional matters.

FINANCIAL SECTION FOOTNOTES

Interest Accrued (Acct. 237) (Page F-18)

If Interest Accrued During Year (for other than Bonds (221)) is non-zero AND the Notes Payable and Miscellaneous Long-Term Debt schedule shows a Principal Amount EOY of zero or less, please explain.

SHORT-TERM DEBT WAS REFINANCED ON 3/1/2003 AS PART OF THE G.O. BOND

Balance Sheet End-of-Year Account Balances (Page F-19)

Other Deferred Debits (Acct 183): amortization requires PSC authorization. Provide date of authorization.

\$67,646 WAS INCURRED FOR PAINTING THE WATER TOWER IN 2002. THE WATER UTILITY IS AMORTIZING THIS OVER 7 YEARS. PSC AUTHORIZATION: MARCH 12, 2002

Signature Page (Page ii)**General footnotes**

Johnson Block & Co., Inc.
Certified Public Accountants

INDEPENDENT ACCOUNTANT'S REPORT

Black Earth Water Utility
Black Earth, Wisconsin

We have compiled the accompanying Municipal Utility Annual Report of the Black Earth Water Utility as of December 31, 2003 in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form.

Our compilation was limited to presenting in the form prescribed by the Wisconsin Public Service Commission, information that is the representation of management. We have not audited or reviewed the financial statements referred to above and, accordingly, do not express an opinion or any other form of assurance on it.

The Municipal Utility Annual Report is presented in accordance with the requirements of the Wisconsin Public Service Commission, which differ from generally accepted accounting principles. Accordingly, the Municipal Utility Annual Report is not designated for those who are not informed about such differences.

Johnson Block & Co., Inc.
April 23, 2003

6314 Odana Road, Madison, WI 53719 Phone: (608) 274-2002
Fax (608) 274-4320

CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCOUNT 271)

Particulars (a)	Water (b)	Electric		Sewer (e)	Gas (f)	Total (g)	
		Distribution (c)	Other (d)				
Balance First of Year	175,015	0	0	0	0	175,015	1
Add credits during year:							
NONE						0	2
Deduct charges (specify):							
Closed January 1, 2003 per Docket 05-US-105	175,015					175,015	3
Balance End of Year	0	0	0	0	0	0	

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	107,534	109,974	1
Total Sales of Water	107,534	109,974	
Other Operating Revenues			
Forfeited Discounts (470)	209	322	2
Miscellaneous Service Revenues (471)	0	0	3
Rents from Water Property (472)	0	0	4
Interdepartmental Rents (473)	0	0	5
Other Water Revenues (474)	1,318	1,436	6
Amortization of Construction Grants (475)		0	7
Total Other Operating Revenues	1,527	1,758	
Total Operating Revenues	109,061	111,732	
Operation and Maintenance Expenses			
Source of Supply Expenses (600-605)	740	753	8
Pumping Expenses (620-625)	4,076	4,225	9
Water Treatment Expenses (630-635)	2,029	768	10
Transmission and Distribution Expenses (640-655)	36,084	15,160	11
Customer Accounts Expenses (901-904)	5,811	6,324	12
Sales Expenses (910)	0	0	13
Administrative and General Expenses (920-935)	60,746	51,664	14
Total Operation and Maintenance Expenses	109,486	78,894	
Other Operating Expenses			
Depreciation Expense (403)	13,464	16,401	15
Amortization Expense (404-407)		0	16
Taxes (408)	14,988	14,542	17
Total Other Operating Expenses	28,452	30,943	
Total Operating Expenses	137,938	109,837	
NET OPERATING INCOME	(28,877)	1,895	

WATER OPERATING REVENUES - SALES OF WATER

1. Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.
2. Report estimated gallons for unmetered sales.
3. Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified commercial.
4. Account 460, Unmetered Sales to General Customers - Gallons of Water Sold should not include in any way quantity of water, i.e. metered, or measured by tank or pool volume. The quantity should be estimated based on size of pipe, flow, foot of frontage, etc. Bulk water sales should be Account 460 if the quantity is estimated and should be Account 461 if metered or measured by volume. Water related to construction should be a measured sale of water (either Account 461 or Account 464).
5. Other accounts: see application Help files for details.

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial				2
Industrial				3
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential	467	22,184	57,853	4
Commercial	41	5,257	11,178	5
Industrial				6
Total Metered Sales to General Customers (461)	508	27,441	69,031	
Private Fire Protection Service (462)	1		240	7
Public Fire Protection Service (463)	1		36,188	8
Other Sales to Public Authorities (464)	5	1,337	2,075	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	515	28,778	107,534	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)
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NONE

OTHER OPERATING REVENUES (WATER)

1. Report revenues relating to each account and fully describe each item using other than the account title.
 2. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D and privates) and all other lesser amounts grouped as Miscellaneous.
 3. For a combined utility which also provides sewer service that is based upon water readings, report the return on net investment in meters charged to sewer department in Other Water Revenues (474).

Particulars (a)	Amount (b)	
Public Fire Protection Service (463):		
Amount billed (usually per rate schedule F-1 or Fd-1)	36,188	1
Wholesale fire protection billed		2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		3
Other (specify): NONE		4
Total Public Fire Protection Service (463)	36,188	
Forfeited Discounts (470):		
Customer late payment charges	209	5
Other (specify): NONE		6
Total Forfeited Discounts (470)	209	
Miscellaneous Service Revenues (471):		
NONE		7
Total Miscellaneous Service Revenues (471)	0	
Rents from Water Property (472):		
NONE		8
Total Rents from Water Property (472)	0	
Interdepartmental Rents (473):		
NONE		9
Total Interdepartmental Rents (473)	0	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	1,318	10
Other (specify): NONE		11
Total Other Water Revenues (474)	1,318	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 25 percent, but not less than \$5,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
SOURCE OF SUPPLY EXPENSES			
Operation Labor (600)		0	1
Purchased Water (601)		0	2
Operation Supplies and Expenses (602)	740	528	3
Maintenance of Water Source Plant (605)		225	4
Total Source of Supply Expenses	740	753	
PUMPING EXPENSES			
Operation Labor (620)		0	5
Fuel for Power Production (621)		0	6
Fuel or Power Purchased for Pumping (622)	1,437	2,752	7
Operation Supplies and Expenses (623)	1,894	1,473	8
Maintenance of Pumping Plant (625)	745	0	9
Total Pumping Expenses	4,076	4,225	
WATER TREATMENT EXPENSES			
Operation Labor (630)		0	10
Chemicals (631)	2,029	768	11
Operation Supplies and Expenses (632)		0	12
Maintenance of Water Treatment Plant (635)		0	13
Total Water Treatment Expenses	2,029	768	
TRANSMISSION AND DISTRIBUTION EXPENSES			
Operation Labor (640)		0	14
Operation Supplies and Expenses (641)	2,240	748	15
Maintenance of Distribution Reservoirs and Standpipes (650)	26,724	9,694	16
Maintenance of Mains (651)	5,935	1,639	17
Maintenance of Services (652)	172	29	18
Maintenance of Meters (653)	953	0	19
Maintenance of Hydrants (654)		0	20
Maintenance of Other Plant (655)	60	3,050	21
Total Transmission and Distribution Expenses	36,084	15,160	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 25 percent, but not less than \$5,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
CUSTOMER ACCOUNTS EXPENSES			
Meter Reading Labor (901)	604	0	22
Accounting and Collecting Labor (902)	4,179	5,180	23
Supplies and Expenses (903)	1,028	1,144	24
Uncollectible Accounts (904)		0	25
Total Customer Accounts Expenses	5,811	6,324	
SALES EXPENSES			
Sales Expenses (910)		0	26
Total Sales Expenses	0	0	
ADMINISTRATIVE AND GENERAL EXPENSES			
Administrative and General Salaries (920)	26,903	18,868	27
Office Supplies and Expenses (921)	2,936	1,222	28
Administrative Expenses Transferred--Credit (922)		0	29
Outside Services Employed (923)	12,748	8,977	30
Property Insurance (924)	5,759	5,676	31
Injuries and Damages (925)		0	32
Employee Pensions and Benefits (926)	8,123	10,616	33
Regulatory Commission Expenses (928)		0	34
Miscellaneous General Expenses (930)	1,477	3,414	35
Transportation Expenses (933)	2,800	2,891	36
Maintenance of General Plant (935)		0	37
Total Administrative and General Expenses	60,746	51,664	
Total Operation and Maintenance Expenses	109,486	78,894	

TAXES (ACCT. 408 - WATER)

When allocation of taxes is made between departments, explain method used.

Description of Tax (a)	Method Used to Allocate Between Departments (b)	This Year (c)	Last Year (d)	
Property Tax Equivalent		13,140	13,140	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		571	575	2
Net property tax equivalent		12,569	12,565	
Social Security		2,290	1,856	3
PSC Remainder Assessment		129	121	4
Other (specify): NONE			0	5
Total tax expense		14,988	14,542	

PROPERTY TAX EQUIVALENT (WATER)

1. No property tax equivalent shall be determined for sewer utilities or town sanitary district water utilities.
2. Tax rates are those issued in November (usually) of the year being reported and are available from the municipal treasurer. Report the tax rates in mills to six (6) decimal places.
3. The assessment ratio is available from the municipal treasurer. Report the ratio as a decimal to six (6) places.
4. The utility plant balance first of year should include the gross book values of plant in service (total of utility financed and contributed plant), property held for future use and construction work in progress.
5. An "other tax rate" is included in the "Net Local and School Tax Rate Calculation" to the extent that it is local. An example is a local library tax. Fully explain the rate in the Property Tax Equivalent schedule footnotes.
6. The Property Tax Equivalent to be reported for the year is determined pursuant to Wis. Stat § 66.0811(2). Report the higher of the current year calculation or the tax equivalent reported in the 1994 PSC annual report, unless, the municipality has authorized a lower amount, then that amount is reported as the property tax equivalent.
7. If the municipality has authorized a lower amount, the authorization description and date of the authorization must be reported in the Property Tax Equivalent schedule footnotes.

Particulars (a)	Units (b)	Total (c)	County A (d)	County B (e)	County C (f)	County D (g)	
County name			Dane				1
SUMMARY OF TAX RATES							
State tax rate	mills		0.246836				2
County tax rate	mills		3.525231				3
Local tax rate	mills		8.534281				4
School tax rate	mills		13.522437				5
Voc. school tax rate	mills		1.682313				6
Other tax rate - Local	mills		0.000000				7
Other tax rate - Non-Local	mills		0.000000				8
Total tax rate	mills		27.511098				9
Less: state credit	mills		1.834360				10
Net tax rate	mills		25.676738				11
PROPERTY TAX EQUIVALENT CALCULATION							
Local Tax Rate	mills		8.534281				12
Combined School Tax Rate	mills		15.204750				13
Other Tax Rate - Local	mills		0.000000				14
Total Local & School Tax	mills		23.739031				15
Total Tax Rate	mills		27.511098				16
Ratio of Local and School Tax to Total	dec.		0.862889				17
Total tax net of state credit	mills		25.676738				18
Net Local and School Tax Rate	mills		22.156181				19
Utility Plant, Jan. 1	\$	613,138	613,138				20
Materials & Supplies	\$	6,964	6,964				21
Subtotal	\$	620,102	620,102				22
Less: Plant Outside Limits	\$	0	0				23
Taxable Assets	\$	620,102	620,102				24
Assessment Ratio	dec.		0.812304				25
Assessed Value	\$	503,711	503,711				26
Net Local & School Rate	mills		22.156181				27
Tax Equiv. Computed for Current Year	\$	11,160	11,160				28
Tax Equivalent per 1994 PSC Report	\$	13,140					29
Any lower tax equivalent as authorized by municipality (see note 6)	\$						30
Tax equiv. for current year (see note 6)	\$	13,140					31

WATER UTILITY PLANT IN SERVICE
--Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	353		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	353	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	75		4
Structures and Improvements (311)	18,251		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	43,290		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	13,934		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	75,550	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	30,728		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	25,248		17
Diesel Pumping Equipment (326)	998		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	10,720		20
Total Pumping Plant	67,694	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	1,078		23
Total Water Treatment Plant	1,078	0	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Utility or Municipality--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			353	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	353	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			75	4
Structures and Improvements (311)			18,251	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)			43,290	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)			13,934	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	0	0	75,550	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			30,728	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			25,248	17
Diesel Pumping Equipment (326)			998	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			10,720	20
Total Pumping Plant	0	0	67,694	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			1,078	23
Total Water Treatment Plant	0	0	1,078	

WATER UTILITY PLANT IN SERVICE --Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	75		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	67,222		26
Transmission and Distribution Mains (343)	216,397		27
Fire Mains (344)	0		28
Services (345)	56,727		29
Meters (346)	63,439	1,176	30
Hydrants (348)	29,623		31
Other Transmission and Distribution Plant (349)	78		32
Total Transmission and Distribution Plant	433,561	1,176	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	0		34
Office Furniture and Equipment (391)	4,852		35
Computer Equipment (391.1)	3,012		36
Transportation Equipment (392)	5,847		37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	1,008		39
Laboratory Equipment (395)	0		40
Power Operated Equipment (396)	17,180		41
Communication Equipment (397)	1,263		42
SCADA Equipment (397.1)	0		43
Miscellaneous Equipment (398)	0		44
Other Tangible Property (399)	1,740		45
Total General Plant	34,902	0	
Total utility plant in service directly assignable	613,138	1,176	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	613,138	1,176	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Utility or Municipality--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			75 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			67,222 26
Transmission and Distribution Mains (343)		(125,136)	91,261 27
Fire Mains (344)			0 28
Services (345)		(32,728)	23,999 29
Meters (346)			64,615 30
Hydrants (348)		(17,151)	12,472 31
Other Transmission and Distribution Plant (349)			78 32
Total Transmission and Distribution Plant	0	(175,015)	259,722
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			0 34
Office Furniture and Equipment (391)			4,852 35
Computer Equipment (391.1)			3,012 36
Transportation Equipment (392)			5,847 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			1,008 39
Laboratory Equipment (395)			0 40
Power Operated Equipment (396)			17,180 41
Communication Equipment (397)			1,263 42
SCADA Equipment (397.1)			0 43
Miscellaneous Equipment (398)			0 44
Other Tangible Property (399)			1,740 45
Total General Plant	0	0	34,902
Total utility plant in service directly assignable	0	(175,015)	439,299
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	0	(175,015)	439,299

WATER UTILITY PLANT IN SERVICE --Plant Financed by Contributions--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)			1
Franchises and Consents (302)			2
Miscellaneous Intangible Plant (303)			3
Total Intangible Plant	0	0	
 SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			4
Structures and Improvements (311)			5
Collecting and Impounding Reservoirs (312)			6
Lake, River and Other Intakes (313)			7
Wells and Springs (314)			8
Infiltration Galleries and Tunnels (315)			9
Supply Mains (316)			10
Other Water Source Plant (317)			11
Total Source of Supply Plant	0	0	
 PUMPING PLANT			
Land and Land Rights (320)			12
Structures and Improvements (321)			13
Boiler Plant Equipment (322)			14
Other Power Production Equipment (323)			15
Steam Pumping Equipment (324)			16
Electric Pumping Equipment (325)			17
Diesel Pumping Equipment (326)			18
Hydraulic Pumping Equipment (327)			19
Other Pumping Equipment (328)			20
Total Pumping Plant	0	0	
 WATER TREATMENT PLANT			
Land and Land Rights (330)			21
Structures and Improvements (331)			22
Water Treatment Equipment (332)			23
Total Water Treatment Plant	0	0	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Contributions--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
INTANGIBLE PLANT			
Organization (301)			0 1
Franchises and Consents (302)			0 2
Miscellaneous Intangible Plant (303)			0 3
Total Intangible Plant	0	0	0
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			0 4
Structures and Improvements (311)			0 5
Collecting and Impounding Reservoirs (312)			0 6
Lake, River and Other Intakes (313)			0 7
Wells and Springs (314)			0 8
Infiltration Galleries and Tunnels (315)			0 9
Supply Mains (316)			0 10
Other Water Source Plant (317)			0 11
Total Source of Supply Plant	0	0	0
PUMPING PLANT			
Land and Land Rights (320)			0 12
Structures and Improvements (321)			0 13
Boiler Plant Equipment (322)			0 14
Other Power Production Equipment (323)			0 15
Steam Pumping Equipment (324)			0 16
Electric Pumping Equipment (325)			0 17
Diesel Pumping Equipment (326)			0 18
Hydraulic Pumping Equipment (327)			0 19
Other Pumping Equipment (328)			0 20
Total Pumping Plant	0	0	0
WATER TREATMENT PLANT			
Land and Land Rights (330)			0 21
Structures and Improvements (331)			0 22
Water Treatment Equipment (332)			0 23
Total Water Treatment Plant	0	0	0

WATER UTILITY PLANT IN SERVICE --Plant Financed by Contributions--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			24
Structures and Improvements (341)			25
Distribution Reservoirs and Standpipes (342)			26
Transmission and Distribution Mains (343)			27
Fire Mains (344)			28
Services (345)			29
Meters (346)			30
Hydrants (348)		900	31
Other Transmission and Distribution Plant (349)			32
Total Transmission and Distribution Plant	0	900	
GENERAL PLANT			
Land and Land Rights (389)			33
Structures and Improvements (390)			34
Office Furniture and Equipment (391)			35
Computer Equipment (391.1)			36
Transportation Equipment (392)			37
Stores Equipment (393)			38
Tools, Shop and Garage Equipment (394)			39
Laboratory Equipment (395)			40
Power Operated Equipment (396)			41
Communication Equipment (397)			42
SCADA Equipment (397.1)			43
Miscellaneous Equipment (398)			44
Other Tangible Property (399)			45
Total General Plant	0	0	
Total utility plant in service directly assignable	0	900	
Common Utility Plant Allocated to Water Department			46
Total utility plant in service	0	900	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Contributions--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			0 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			0 26
Transmission and Distribution Mains (343)		125,136	125,136 27
Fire Mains (344)			0 28
Services (345)		32,728	32,728 29
Meters (346)			0 30
Hydrants (348)		17,151	18,051 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	175,015	175,915
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			0 34
Office Furniture and Equipment (391)			0 35
Computer Equipment (391.1)			0 36
Transportation Equipment (392)			0 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			0 39
Laboratory Equipment (395)			0 40
Power Operated Equipment (396)			0 41
Communication Equipment (397)			0 42
SCADA Equipment (397.1)			0 43
Miscellaneous Equipment (398)			0 44
Other Tangible Property (399)			0 45
Total General Plant	0	0	0
Total utility plant in service directly assignable	0	175,015	175,915
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	0	175,015	175,915

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

Expanded definitions of the three types of accounted-for water reported on this schedule are included in the schedule Help and in the Reference Manual Schedule Reference Sheet.

Sources of Water Supply					
Month	Purchased Water Gallons (000's)	Surface Water Gallons (000's)	Ground Water Gallons (000's)	Total Gallons All Methods (000's)	
(a)	(b)	(c)	(d)	(e)	
January			2,807	2,807	1
February			2,519	2,519	2
March			2,780	2,780	3
April			2,812	2,812	4
May			3,006	3,006	5
June			3,245	3,245	6
July			2,914	2,914	7
August			3,489	3,489	8
September			2,850	2,850	9
October			2,912	2,912	10
November			2,862	2,862	11
December			2,772	2,772	12
Total annual pumpage	0	0	34,968	34,968	
Less: Water sold				28,778	13
Volume pumped but not sold				6,190	14
Volume sold as a percent of volume pumped				82%	15
Volume used for water production, water quality and system maintenance				868	16
Volume related to equipment/system malfunction					17
Non-utility volume NOT included in water sales				89	18
Total volume not sold but accounted for				957	19
Volume pumped but unaccounted for				5,233	20
Percent of water lost				15%	21
If more than 25%, indicate causes and state what action has been taken to reduce water loss:					22
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				426	23
Date of maximum: 6/27/2003					24
Cause of maximum:					25
POWER OUTAGE CONTROL PROBLEMS					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				61	26
Date of minimum: 1/22/2003					27
Total KWH used for pumping for the year				26,103	28
If water is purchased: Vendor Name:					29
Point of Delivery:					30

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)	
WELL #1 BLACK EARTH	#1	550	144	288,000	Yes	1
WELL #2 BLACK EARTH	#2	500	144	288,000	Yes	2

SOURCES OF WATER SUPPLY - SURFACE WATERS

Location (a)	Intakes			
	Identification Number (b)	Distance From Shore in feet (c)	Depth Below Surface in feet (d)	Diameter in inches (e)
NONE				

PUMPING & POWER EQUIPMENT

1. Use a separate column for each pump.
2. Indicate purpose of pump by: P for primary (from source to reservoir, treatment or distribution system), B for booster (from reservoir or treatment to distribution system, or within distribution system), or S for standby pumping equipment.
3. Indicate destination (of water pumped) by: R for reservoir, T for treatment or D for distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification	WELL #1	WELL #2	1
Location	BLACK EARTH	BLACK EARTH	2
Purpose	P	P	3
Destination	D	D	4
Pump Manufacturer	GENERAL ELECTRIC	GENERAL ELECTRIC	5
Year Installed	1996	1974	6
Type	CENTRIFUGAL	CENTRIFUGAL	7
Actual Capacity (gpm)	350	500	8
Pump Motor or Standby Engine Mfr	CONTENENTAL MOTORS	GENERAL ELECTRIC	9 10
Year Installed	1995	1974	11
Type	NATURAL GAS	ELECTRIC	12
Horsepower	45	40	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)
Identification			14
Location			15
Purpose			16
Destination			17
Pump Manufacturer			18
Year Installed			19
Type			20
Actual Capacity (gpm)			21
Pump Motor or Standby Engine Mfr			22 23
Year Installed			24
Type			25
Horsepower			26

RESERVOIRS, STANDPIPES & WATER TREATMENT

1. Identify as R (reservoir), S (standpipe) & ET (elevated tank).
2. Use a separate column for each using additional copies if necessary.
3. Enter elevation difference between highest water level in S or ET, (or R only on an elevated site) and the water main where the connection to the storage begins branching into the distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification number or name	#1		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET		3
Year constructed	1977		4
Primary material (earthen, steel, concrete, other)	STEEL		5
Elevation difference in feet (See Headnote 3.)	130		6
Total capacity in gallons (actual)	200,000		7
WATER TREATMENT PLANT			8
Disinfection, type of equipment (gas, liquid, powder, other)	POWDER		9
Points of application (wellhouse, central facilities, booster station, other)	WELLHOUSE		10
Filters, type (gravity, pressure, other, none)	NONE		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	400.0000		12
Is a corrosion control chemical used (yes, no)?	N		13
Is water fluoridated (yes, no)?	N		14

WATER MAINS

1. Report mains separately by pipe material, function, diameter and either within or outside the municipal boundaries.
2. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement), or P (Plastic for plastic and all other non-metal excluding asbestos-cement).
3. Identify function as: T (Transmission), D (Distribution) or S (Supply).
4. Explain all reported adjustments as a schedule footnote.
5. For main additions reported in column (e), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If the assessments are deferred, explain.

Number of Feet								
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)	
M	D	1.500	3,101	0	0	0	3,101	1
M	D	2.000	3,101	0	0	0	3,101	2
M	D	3.000	280	0	0	0	280	3
M	D	6.000	27,293	0	0	0	27,293	4
M	D	8.000	1,805	0	0	0	1,805	5
M	D	10.000	765	0	0	0	765	6
Total Within Municipality			36,345	0	0	0	36,345	
Total Utility			36,345	0	0	0	36,345	

WATER SERVICES

1. Explain all reported adjustments as a schedule footnote.
2. Report in column (h) the number of utility-owned services included in columns (c) through (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
3. For services added during the year in column (d), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of services recorded under this method.
 - d. If any were financed by application of Cz-1, provide the total amount recorded and the number of services recorded under this method.
4. Report services separately by pipe material and diameter.
5. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement) or P (Plastic for plastic and all other non-metal excluding asbestos-cement).

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
M	0.750	365	0	0	0	365		1
M	1.000	44	0	0	0	44		2
M	1.250	1	0	0	0	1		3
L	1.500	1	0	0	0	1		4
Total Utility		411	0	0	0	411	0	

METERS

1. Include in Columns (b), (c), (d), (e) and (f) meters in stock as well as those in service.
2. Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
3. Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections.
4. Totals by size in Column (f) should equal same size totals in Column (o).
5. Explain all reported adjustments as a schedule footnote.

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	646	12	0	(118)	540	25	1
1.000	15	0	0	(3)	12	1	2
1.250	1	0	0	(1)	0	0	3
1.500	7	0	0	(2)	5	0	4
2.000	2	0	0	0	2	0	5
4.000	1	0	0	(1)	0	0	6
6.000	2	0	0	0	2	2	7
Total:	674	12	0	(125)	561	28	

Classification of All Meters at End of Year by Customers

Size of Meter (h)	Residential (i)	Commercial (j)	Industrial (k)	Public Authority (l)	Wholesale, Inter-Department or Utility Use (m)	In Stock and Deduct Meters (n)	Total (o)	
0.625	470	26	0	3	0	41	540	1
1.000	1	9	0	1	0	1	12	2
1.250	0	0	0	0	0	0	0	3
1.500	0	4	0	0	0	1	5	4
2.000	0	2	0	0	0	0	2	5
4.000	0	0	0	0	0	0	0	6
6.000	0	0	0	2	0	0	2	7
Total:	471	41	0	6	0	43	561	

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

1. Distinguish between fire and flushing hydrants by lead size.
 - a. Fire hydrants normally have a lead size of 6 inches or greater.
 - b. Record as a flushing hydrant where the lead size is less than 6 inches or if pressure is inadequate to provide fire flow.
2. Explain all reported adjustments in the schedule footnotes.
3. Report fire hydrants as within or outside the municipal boundaries.

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
Outside of Municipality	0				0	1
Within Municipality	56	1			57	2
Total Fire Hydrants	56	1	0	0	57	
Flushing Hydrants						
	0				0	3
Total Flushing Hydrants	0	0	0	0	0	

NR811.08(5) recommends that a schedule shall be adopted and followed for operating each system valve and hydrant at least once each two years. Please provide the number operated during the year.

Number of hydrants operated during year:	57
Number of distribution system valves end of year:	97
Number of distribution valves operated during year:	97

WATER OPERATING SECTION FOOTNOTES

Water Operation & Maintenance Expenses (Page W-05)

For values that represent an increase or a decrease when compared to the previous year of greater than 25%, but not less \$5,000, please explain.

(650) MAINTENANCE OF DISTRIBUTION RESERVOIRS AND STANDPIPES INCREASED BECAUSE \$17,060 WAS SPENT ON RESOLVING A SAND PROBLEM IN THE WELL.

(920) ADMINISTRATIVE AND GENERAL SALARIES INCREASED IN 2003 BECAUSE OF A CHANGE IN ALLOCATIONS. COMMITTEE WAGES AND BOARD EXPENSES ARE NOW BEING ALLOCATED BETWEEN WATER, SEWER AND ELECTRIC. THERE WERE SEVERAL WATER MAIN BREAKS THIS PAST YEAR AND MORE TIME WAS SPENT BY STAFF DEALING WITH ISSUES RELATED TO THE MAIN BREAKS.

Water Utility Plant in Service --Plant Financed by Utility or Municipality-- (Page W-08)

If Adjustments for any account are nonzero, please explain.

(343) RECLASSIFIED 1/1/03 BALANCES TO CONTRIBUTED PLANT PER DOCKET 05-US-105

(345) RECLASSIFIED 1/1/03 BALANCES TO CONTRIBUTED PLANT PER DOCKET 05-US-105

(348) RECLASSIFIED 1/1/03 BALANCES TO CONTRIBUTED PLANT PER DOCKET 05-US-105

Water Utility Plant in Service --Plant Financed by Contributions-- (Page W-10)

If Adjustments for any account are nonzero, please explain.

(343) RECLASSIFIED 1/1/03 CONTRIBUTED PLANT PER DOCKET 05-US-105

(345) RECLASSIFIED 1/1/03 CONTRIBUTED PLANT PER DOCKET 05-US-105

(348) RECLASSIFIED 1/1/03 CONTRIBUTED PLANT PER DOCKET 05-US-105

Meters (Page W-19)

Explain all reported adjustments.

METER COUNTS WERE OUT OF BALANCE. CLERK HAD NEW DPW DIRECTOR DO A PHYSICAL COUNT OF METERS IN 2003